

## Washington State Institute for Public Policy

Benefit-Cost Results

## Functional Family Therapy (FFT) for youth post-release Juvenile Justice

Benefit-cost estimates updated December 2019. Literature review updated March 2019.

Current estimates replace old estimates. Numbers will change over time as a result of model inputs and monetization methods.

The WSIPP benefit-cost analysis examines, on an apples-to-apples basis, the monetary value of programs or policies to determine whether the benefits from the program exceed its costs. WSIPP's research approach to identifying evidence-based programs and policies has three main steps. First, we determine "what works" (and what does not work) to improve outcomes using a statistical technique called meta-analysis. Second, we calculate whether the benefits of a program exceed its costs. Third, we estimate the risk of investing in a program by testing the sensitivity of our results. For more detail on our methods, see our Technical Documentation.

Program Description: Functional Family Therapy (FFT) is a structured family-based intervention that uses a multi-step approach to enhance protective factors and reduce risk factors in the family. The five major components of FFT include engagement, motivation, relational assessment, behavior change, and generalization.

In the included studies, FFT typically involved 12 to 14 therapist visits over a three- to seven-month period. Studies in this meta-analysis compare FFT to treatment as usual, which is often post-confinement supervision with referrals to community-based services. In the studies in our analysis that reported demographic information, 35% of participants were youth of color.

This analysis includes studies where FFT is provided to youth in the community following their release from confinement. Evaluations of FFT where youth receive the program following arrest or adjudication (and are not confined) and FFT for youth convicted of a sex offense are excluded from this analysis and analyzed separately.

Benefit-Cost Summary Statistics Per Participant									
Benefits to:									
Taxpayers	\$34,067	Benefit to cost ratio	\$18.75						
Participants	\$3,846	Benefits minus costs	\$140,361						
Others	\$98,236	Chance the program will produce							
Indirect	\$12,121	benefits greater than the costs	100 %						
Total benefits	\$148,271								
Net program cost	(\$7,910)								
Benefits minus cost	\$140,361								

The estimates shown are present value, life cycle benefits and costs. All dollars are expressed in the base year chosen for this analysis (2018). The chance the benefits exceed the costs are derived from a Monte Carlo risk analysis. The details on this, as well as the economic discount rates and other relevant parameters are described in our Technical Documentation.

Detailed Monetary Benefit Estimates Per Participant									
Benefits from changes to:1		Benefits to:							
	Participants	Taxpayers	Others <sup>2</sup>	Indirect <sup>3</sup>	Total				
Crime	\$0	\$32,583	\$95,940	\$16,292	\$144,815				
Labor market earnings associated with high school graduation	\$4,501	\$1,916	\$2,493	\$0	\$8,910				
Costs of higher education	(\$654)	(\$432)	(\$196)	(\$216)	(\$1,499)				
Adjustment for deadweight cost of program	\$0	\$0	\$0	(\$3,955)	(\$3,955)				
Totals	\$3,846	\$34,067	\$98,236	\$12,121	\$148,271				

<sup>&</sup>lt;sup>1</sup>In addition to the outcomes measured in the meta-analysis table, WSIPP measures benefits and costs estimated from other outcomes associated with those reported in the evaluation literature. For example, empirical research demonstrates that high school graduation leads to reduced crime. These associated measures provide a more complete picture of the detailed costs and benefits of the program.

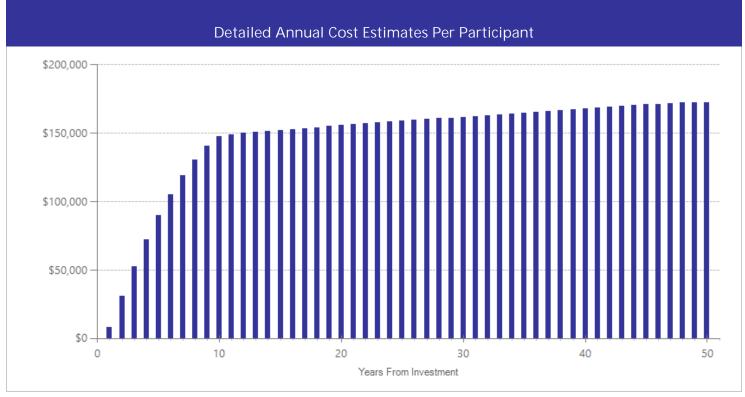
<sup>&</sup>lt;sup>3</sup>"Indirect benefits" includes estimates of the net changes in the value of a statistical life and net changes in the deadweight costs of taxation.

Detailed Annual Cost Estimates Per Participant									
	Annual cost	Year dollars	Summary						
Program costs Comparison costs	\$7,508 \$0	2016 2016	Present value of net program costs (in 2018 dollars) Cost range (+ or -)	(\$7,910) 20 %					

The per-participant cost estimate is the weighted average cost of providing Functional Family Therapy (FFT), as implemented in the studies included in this analysis. We use the cost and average length of the program in Washington (3 months), provided by C. Redman (personal communication, Washington State Juvenile Rehabilitation, April 16, 2019), to estimate a monthly cost. This cost reflects estimates from Barnoski, R. (2009). Providing evidence-based programs with fidelity in Washington State juvenile courts: Cost analysis (Doc. No. 09-12-1201). Olympia: Washington State Institute for Public Policy. We multiply the monthly cost estimate and the average length of FFT in the included studies, approximately 6.5 months. The comparison group cost represents treatment-as-usual, which includes probation with referrals to community-based services and programming.

The figures shown are estimates of the costs to implement programs in Washington. The comparison group costs reflect either no treatment as usual, depending on how effect sizes were calculated in the meta-analysis. The cost range reported above reflects potential variation or uncertainty in the cost estimate; more detail can be found in our Technical Documentation.

<sup>&</sup>lt;sup>2</sup>"Others" includes benefits to people other than taxpayers and participants. Depending on the program, it could include reductions in crime victimization, the economic benefits from a more educated workforce, and the benefits from employer-paid health insurance.



The graph above illustrates the estimated cumulative net benefits per-participant for the first fifty years beyond the initial investment in the program. We present these cash flows in non-discounted dollars to simplify the "break-even" point from a budgeting perspective. If the dollars are negative (bars below \$0 line), the cumulative benefits do not outweigh the cost of the program up to that point in time. The program breaks even when the dollars reach \$0. At this point, the total benefits to participants, taxpayers, and others, are equal to the cost of the program. If the dollars are above \$0, the benefits of the program exceed the initial investment.

Meta-Analysis of Program Effects											
Outcomes measured	Treatment age	No. of effect sizes	Treatment N				standard errors used in the sst analysis Second time ES is estimated			Unadjusted effect size (random effects model)	
				ES	SE	Age	ES	SE	Age	ES	p-value
Crime	17	2	57	-0.976	0.245	18	-0.976	0.245	26	-0.976	0.001

Meta-analysis is a statistical method to combine the results from separate studies on a program, policy, or topic in order to estimate its effect on an outcome. WSIPP systematically evaluates all credible evaluations we can locate on each topic. The outcomes measured are the types of program impacts that were measured in the research literature (for example, crime or educational attainment). Treatment N represents the total number of individuals or units in the treatment group across the included studies.

An effect size (ES) is a standard metric that summarizes the degree to which a program or policy affects a measured outcome. If the effect size is positive, the outcome increases. If the effect size is negative, the outcome decreases.

Adjusted effect sizes are used to calculate the benefits from our benefit cost model. WSIPP may adjust effect sizes based on methodological characteristics of the study. For example, we may adjust effect sizes when a study has a weak research design or when the program developer is involved in the research. The magnitude of these adjustments varies depending on the topic area.

WSIPP may also adjust the second ES measurement. Research shows the magnitude of some effect sizes decrease over time. For those effect sizes, we estimate outcome-based adjustments which we apply between the first time ES is estimated and the second time ES is estimated. We also report the unadjusted effect size to show the effect sizes before any adjustments have been made. More details about these adjustments can be found in our Technical Documentation.

Barton, C., Alexander, J.F., Waldron, H., Turner, C W., & Warburton, J. (1985). Generalizing treatment effects of functional family therapy: Three replications. American Journal of Family Therapy, 13(3), 16-26.

Gordon, D.A. (1995). Functional Family Therapy for delinquents. In R. R. Ross, D. H. Antonowicz, & G. K. Dhaliwal (Eds.), *Going straight: Effective delinquency prevention & offender rehabilitation* (pp. 163-178). Ottawa, Ontario, Canada: AIR Training Publications.

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Printed on 10-19-2020



## Washington State Institute for Public Policy

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